



LUTHER C. SPEIGHT & COMPANY

A Corporation of Certified Public Accountants
and Management Consultants

Financial Statements and
Applied Agreed-Upon Procedures

Of
LAKE FOREST ESTATES IMPROVEMENT DISTRICT
For the year ended December 31, 2000

See accompanying accountant's compilation & agreed-upon procedures report.

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 05/30/01



LUTHER C. SPEIGHT & COMPANY

A Corporation of Certified Public Accountants
and Management Consultants

To: The Board of Directors
Lake Forest Estates Improvement District
New Orleans, LA

We have compiled the accompanying statement of financial position of the Lake Forest Estates Improvement District (a non-profit organization) as of December 31, 2000, and the related statement of activities for the year then ended, in accordance with Statements on Standards for Accounting and Review services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit the statement of cash flows required by generally accepted accounting principles. If the statement of cash flows were included in the financial statements, it might influence the user's conclusions about the District's financial position, results of operations, and cash flow. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Luther C. Speight and Company
May 10, 2001

The Lake Forest Estates Improvement District
Statement of Financial Position
As of December 31, 2000

CURRENT ASSETS

Cash	\$ 3,939	
Due from Board of Liquidation	<u>46,506</u>	
Total Assets		<u>\$ 50,445</u>

NET ASSETS

Net Assets	<u>\$ 50,445</u>	
Total Net Assets		<u>\$ 50,445</u>

See accompanying accountant's compilation report.

The Lake Forest Estates Improvement District
Statement of Activities
For the year ended December 31, 2000

REVENUE

Taxing District Collections	\$ 57,846
Resident Contributions	1,437
Interest on Investments	<u>2,190</u>

Total Revenue	<u>\$ 61,473</u>
---------------	------------------

EXPENSES

Security	\$ 50,390
Landscaping	989
Accounting	1,500
Utilities	486
Signage	265
Newsletters	92
Space Rental	150
Miscellaneous Expense	<u>2,020</u>

Total Expenses	<u>\$ 55,892</u>
----------------	------------------

Change in Net Assets	\$ 5,581
Net Assets - January 1, 2000	<u>44,864</u>

Net Assets - December 31, 2000	<u><u>\$ 50,445</u></u>
--------------------------------	-------------------------

See accompanying accountant's compilation report.

**LAKE FOREST ESTATES IMPROVEMENT DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2000**

1. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

General – Lake Forest Estates Improvement District is a self-taxed organization, which is located at 5950 Winchester Park Drive, in New Orleans, LA. The City of New Orleans collects \$325 from each home in the organization per year for community betterment and security services.

Basis of Accounting – The financial statements of the Organization are prepared on the accrual basis of accounting. Accordingly, revenues are recorded when earned and expenses are recorded when incurred.

Cash – Cash is comprised of cash on hand and in banks.

2. Due from Board of Liquidation – The account balance represents funds collected on behalf of Lake Forest Estates and interest earned on investments but have not been requested by the organization.

3. Interest on Investments – The funds held at The Board of Liquidation are invested in U.S. Treasury Bills and the interest earned is added to the Organization's available balance.

**Independent Accountant's Report
on Applying Agreed-Upon Procedures**

To: The Board of Directors
Lake Forest Estates Improvement District
New Orleans, LA

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the Board of Directors of Lake Forest Estates Improvement District and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about Lake Forest Estates Improvement District's compliance with certain laws and regulations during the year ended December 31, 2000 included in the accompanying *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$15,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

Results

We examined all expenditures and there were no purchases or expenditures made exceeding the aforementioned amounts.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each board member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Results

Management provided us with a listing of all board members. An employee listing was omitted, as Lake Forest Estates Improvement District has no employees.

3. Obtain from management a listing of all employees paid during the period under examination.

Results

There are no employees of Lake Forest Estates Improvement District.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

Results

This was not applicable, as Lake Forest Estates Improvement District has no employees.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Results

Management was able to provide us with a copy of the legally adopted budget.

6. Trace the budget adoption and amendments to the minute book.

Results

A copy of the budget was obtained from the Treasurer with each Board Members' signature giving approval to the budget.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues failed to meet budgeted revenues by 5 % or more or if actual expenditures exceed budgeted amounts by 5% or more.

Results

We compared the revenues and expenditures of the signed budget to actual revenues and expenditures. Actual revenues fell within 5% of budgeted revenues, and expenditures for the year did not exceed budget.

Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:
 (a) trace payments to supporting documentation as to proper amount and payee;
 (b) determine if payments were properly coded to the correct fund and general ledger account; and
 (c) determine whether payments received approval from proper authorities.

Results

We examined supporting documentation for each of the six selected disbursements and found that payments were for the proper amount and made to the correct payee.

All six selected disbursements were properly coded to the correct fund and general ledger accounts.

The treasurer of Lake Forest Estates Improvement District made payments with approval given by of the Board of Directors.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

Results

Lake Forest Estates Improvement District provided evidence indicating that the homeowners received newsletters pertaining to upcoming meetings and the agenda for the meetings were posted as required by LSA –RS 42:1.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

Results

There appears to be no deposits from bank loans, bonds, or other indebtedness. The only funds deposited by Lake Forest Estates Improvement District came from the City of New Orleans and contributions from the members.

Advances and Bonuses

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees, which may constitute bonuses, advance, or gifts.

Results

Lake Forest Estates Improvement District had no employees; therefore, there were no payroll records to examine.

Our report dated, June 29,2000, did not include any comments or unresolved matters.

We were not engaged to, and did not; perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of Lake Forest Estates Improvement District and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.


Luther C. Speight and Company
May 10, 2001

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

MAY 15, 2001 (Date Transmitted)

LUTHER C. SPEIGHT & CO.

10001 LAKE FOREST BLVD., SUITE 404

NEW ORLEANS, LA 70127

(Auditors)

In connection with your compilation of our financial statements as of [date] and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of (date of completion/representations).

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes ☒ No ☐

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes ☒ No ☐

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes ☒ No ☐

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes ☒ No ☐

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes ☒ No ☐

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.
Yes [☒] No []

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes [☒] No []

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

Yes [☒] No []

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 73-729.

Yes [☒] No []

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

<u>Progonia Renthrop</u>	Secretary	<u>5/11/01</u>	Date
<u>John F. Darnay</u>	Treasurer	<u>5/11/01</u>	Date
_____	President	_____	Date